

Background Information on the Protection of Deposits	
Guaranteed compensation for deposits with a credit institution or credit union (deposit taker)	Protection of your deposits is guaranteed by the deposit guarantee scheme, which has been established pursuant to the Deposit Guarantee Law. In case of unavailability of deposits at a credit institution or credit union (deposit taker), your deposit in the amount of up to EUR 100,000 shall be compensated by the Deposit Guarantee Fund.
Maximum amount of guaranteed compensation and deposits for which the state-guaranteed compensation shall not be disbursed	<p>The maximum amount of guaranteed compensation is EUR 100,000 per each depositor per credit institution or credit union (deposit taker). The currency of the guaranteed compensation shall be the euro. Payment of the guaranteed compensation shall not apply to the following deposits under Section 23 of the Deposit Guarantee Law:</p> <ol style="list-style-type: none"> 1) the deposits of credit institutions and credit unions; 2) the deposits of financial institutions; 3) the deposits of such municipalities, the annual budget of which exceeds 500,000 euros, and the deposits of the institutions of direct administration; 4) the deposits that are related to money laundering or are to be recognised as illegally acquired assets, provided a convicting judgment of a court has entered into force; 5) the deposits the depositor of which has not been identified as client as required under the provisions of the Law on the Prevention of Money Laundering and Terrorism and Proliferation Financing; 6) deposits which, in accordance with Articles 51 and 62 of Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and amending Regulation (EU) No 648/2012, constitute the own funds of the deposit taker, including the amortised portion thereof in accordance with Article 64 of the abovementioned Regulation; 7) the deposits of insurance and reinsurance companies; 8) the deposits of investment firms; 9) the deposits of investment management firms; 10) the deposits of private pension funds; 11) the deposits of the managers of alternative investment funds; 12) debt securities issued by a credit institution, as well as obligations arising from its bills of exchange, including transferable bills of exchange; 13) the deposits with which no transactions have been made within the last two years of the date of occurrence of unavailability of deposits and the value of which is lower than 10 euros.
Maximum amount of additionally guaranteed compensation	In addition to the maximum guaranteed compensation in the amount of EUR 100,000, a depositor is entitled to the guaranteed compensation in the amount of up to EUR 200,000 in accordance with the types of deposits and provisions specified in Section 4 of the Deposit Guarantee Law.
Calculation of guaranteed compensation in case of multiple deposits at the same credit institution or credit union (deposit taker)	Total of your deposits at the same credit institution or credit union (deposit taker) shall be aggregated and the maximum amount of guaranteed compensation (EUR 100,000) shall be applied to the total amount.

Calculation of guaranteed compensation in case of a joint deposit with other person(s)	<p>The guaranteed compensation for a joint deposit is paid to each person who has made a joint deposit up to a maximum of EUR 100,000. The amount of the guaranteed compensation shall be determined according to the share of each person who has made the joint deposit in the joint deposit, as specified in the agreement concluded with the deposit taker.</p> <p>If the share of each person in a joint deposit is not determined, the joint deposit shall be divided into equal shares and the amount of the guaranteed compensation of each person shall be determined according to this equal share.</p>
Depositor's obligations in relation to the management of funds due to another person	<p>If the depositor manages funds due to another person at a deposit taker, the guaranteed compensation shall be payable to the person who can prove his/her right to claim the funds managed by the depositor, provided that the deposit taker or, in the case referred to in Section 5.1(2) of the Deposit Guarantee Law, the depositor has identified or can identify that person before the date of occurrence of unavailability of the deposits.</p> <p>A depositor who provides for the management of funds due to another person at a deposit taker shall be obliged to inform the deposit taker that it provides for the management of funds due to another person, the identification of that person and the accounting of funds due to that person.</p>
Beginning of guaranteed compensation payout process in case of unavailability of deposits	<p>Payment of the guaranteed compensation shall be made for a period of five years from the date of occurrence of unavailability of deposits or from the date on which the circumstances justifying the postponement of the payment of the guaranteed compensation provided for in Section 27, Paragraph one of the Deposit Guarantee Law have ceased to exist.</p> <p>The guaranteed compensation is available no later than seven working days after the date on which the unavailability of deposits occurred.</p> <p>The Bank of Latvia shall decide on the manner, procedure, time and place of payment of the guaranteed compensation and shall publish such information in the Official Gazzete "Latvijas Vēstnesis" and on the website established by the Bank of Latvia.</p>
Payout of guaranteed compensation to minors	<p>Payment of the guaranteed compensation for the deposit of a minor shall be made in accordance with the provisions of Section 5 (4) of the Deposit Guarantee Law.</p>
Information on the possibility of mutual offset of claims	<p>In calculating the guaranteed compensation due to a depositor, the depositor's liabilities towards a credit institution or credit union (deposit taker), the fulfilment deadline of which will mature on or before the date on which the deposits become unavailable, shall be taken into account. They shall be cancelled by netting these liabilities against the depositor's right to the guaranteed compensation.</p>
Contacts details and website	<p>Deposit Guarantee Fund: Bank of Latvia, K. Valdemāra iela 2A, Riga, LV-1050; telephone + 371 67022300; website: www.bank.lv.</p>
Depositor's acknowledgement of receipt of information	